

**197—4.1(534) Mutual deposit association.**

**4.1(1) *General approval.*** A state-chartered association may elect to operate in a manner similar to federally chartered savings and loan associations as a “mutual deposit” association or institution. Such an election shall enable such institution or association to avail itself of the various terminology and powers authorized for “mutual deposit” savings associations or institutions as authorized by federal law and limited by rules and regulations of the Federal Home Loan Bank System or the Federal Savings and Loan Insurance Corporation from time to time, and as implemented and approved by the rules of the superintendent of savings and loan associations.

**4.1(2) *Procedure to elect.*** In order to elect to become a “mutual deposit association or institution,” a state-chartered association shall by action of its members at a regular annual meeting or a specially called meeting for that purpose amend its articles of incorporation so as to convert to a mutual deposit type institution or association by adopting articles of incorporation which are substantially similar to those which are available in the office of the superintendent of savings and loan associations. The associations shall obtain the formal approval of the restated articles of incorporation and bylaws of the superintendent.

**4.1(3) *Rights are not affected.*** Such associations as elect to become mutual deposit type associations or institutions shall also continue to have the rights and powers and be generally regulated and limited by the provisions of Iowa Code chapter 534 as amended from time to time, as though they had not converted, excepting where federal regulations or rules of this office specifically adopted for “mutual deposit” type associations may limit same.